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DPD-0809-59 Copy_5 of 5

12 February 1959

Dear Don:

We are in process of preparing the Project and FOJ Fiscal Year 1960 Budget for the period 1 July 1959 through 30 June 1960. In connection with this exercise, we must program certain dollar amounts for anticipated procurements with your Company.

Outlined below is a description of the procurements contemplated in support of the Project and FOG. In addition, certain guide lines are set forth as a basis for the procurements. Taking all of these factors into consideration, Contractor is requested to submit budgetary estimates on the following:

- (a) Contractor Technical Representatives
 - (1) Project Furnish personnel to support limited operations at two (2) sites for a period of one (1) year. Estimate should be in sufficient detail to reflect the quantity of personnel, the cost involved by a man-month rate, travel and per diem costs. Contract arrangement to be as it presently exists under 37-506.

(b) Repair and Overhaul of Equipment

- (1) Project Furnish necessary facilities, materials and services to repair, overhaul and/or modify Project equipment as it may be returned to the factory from time to time. Estimate should be based upon prior experience and anticipated limited operations. Contract arrangements to be as it presently exists under HF-TM-16.
 - (2) FOG Furnish the same services as above for FOG equipment which may be returned. Contract arrangements to be as it presently exists under HF-TM-16.
- (c) Spare Parts, Test Equipment, Modification Kits, etc.
 - Project Furnish such supplies, equipments, components and/or kits as called for by the Project.
 Estimate should be prepared on same basis as paragraph (b)(1).above. Contract arrangement to be as presently exists under HF-CT-692.

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- (2) FOG Furnish the same services as above for FOG. Contract arrangement to be as it presently exists under HF-CT-692.
- (d) Test Site Engineering Support
 - (1) Project Furnish an engineer from time to time at a ZI Test Site to perform testing and check out of existing equipments or modifications thereof as requested by the Project. Estimate should be based upon recent experience at the test site. Contract arrangement to be as it presently exists under ST-507.

Receipt of the information requested above would be appreciated by 15 March 1959. Estimates for the Project and FOG should be on separate sheets. If there are any questions, please don't hesitate to call.

Very truly yours,

Dan

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| Distribution: Orig - Firewel 2 - Budget Folder 3 - Finance 4 - Ops | 25X |
| 5 - Chrono | 25X1 |

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